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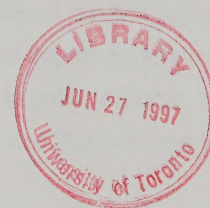
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CONFLICT OF INTEREST RULES  
FOR FEDERAL LEGISLATORS





**CONFLICT OF INTEREST RULES  
FOR FEDERAL LEGISLATORS**



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## CONFLICT OF INTEREST RULES FOR FEDERAL LEGISLATORS\*

### ISSUE DEFINITION

In recent years, there has been much public concern over ethical issues relating to public officials. Scandals are nothing new -- they have always existed; the changes are in public attitudes and tolerance. On the one hand, there are ever higher public standards and on the other hand, there is much greater public scrutiny of and scepticism towards the behaviour of public figures. Increasingly, politicians are expected to be impartial, honest and accountable.

Conflict of interest is one aspect of public sector ethics. Over the past 20 years, Canadian legislatures and governments have developed legislation and codes of conduct that show a wide variety of approaches to the issue. This paper will focus on the most important developments at the federal level. The emphasis is on federal legislators but other federal public officials, such as public servants, judges, and members of administrative agencies, tribunals and Crown corporations are also affected by conflict of interest rules.

Our society expects that individuals should be as free as possible to control their economic concerns, but also expects that those in positions of public trust should not act in their public capacity on matters in which they have a personal economic interest. Even an appearance of a conflict affects the public's confidence in office holders generally.

Some suggest that Parliament should enact more stringent rules covering conflict of interest. Others are concerned that such a step would deter qualified or desirable people from running for public office. The difficulty of striking a balance, while also protecting the privacy interests of legislators, may explain why all four bills on this issue presented in the last two Parliaments have died on the Order Paper.

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\* The original version of this Current Issue Review was published in August 1979; the paper has been regularly updated since that time.



## BACKGROUND AND ANALYSIS

There are a number of possible definitions of conflict of interest. Mr. Justice W.D. Parker, who presided at the inquiry into conflict of interest allegations against Sinclair Stevens, defined a *real* conflict of interest as a "situation in which a minister of the Crown has knowledge of a private economic interest that is sufficient to influence the exercise of his or her public duties and responsibilities." A *potential* conflict of interest, on the other hand, exists where a minister "finds himself or herself in a situation in which the existence of some private economic interest could influence the exercise of his or her public duties or responsibilities ... provided that he or she has not yet exercised such duty or responsibility." A potential conflict becomes a real conflict where the Minister does not dispose of relevant assets or withdraw from certain public duties or decisions. Mr. Justice Parker also talked about an *apparent* conflict of interest, which "exists when there is a reasonable apprehension, which reasonably well-informed persons could properly have, that a conflict of interest exists," even if, in fact, there is neither a potential nor a real conflict. Some definitions concentrate on "decision-making" rather than "situations" while some regimes prefer to leave the term undefined.

The principles underlying conflict of interest rules are impartiality and integrity: a decision-maker cannot be perceived as impartial and acting with integrity if he or she could derive a personal benefit from a decision. Public confidence in governmental institutions is closely allied to public belief that decisions will be taken and laws will be enacted, and subsequently applied and administered, fairly and objectively, free of personal biases and considerations. That said, it is not clear how far the principle of impartiality extends, particularly when partisan politics are involved. Nor is it clear that the personal interests involved are necessarily purely economic ones.

Today, governments intervene in virtually all sectors of the economy, either through direct control or through regulatory agencies, safety and health legislation, tariff and tax policies or federal subsidies. Thus, it is not unusual for legislation introduced in Parliament to affect the general economic interests of Members of Parliament in some way.

Some conflicts are unavoidable. An *inherent conflict* arises out of the position of the Parliamentarian as an individual in society; that is, as a homeowner, parent or consumer. Parliament continually deals with legislation affecting these interests, and as the Parliamentarian is

affected like other citizens, there is a low risk of an adverse consequence. Also unavoidable is the *representative interest* conflict which arises when Members share personal interests, for example in farming, fishing and resource development, with the constituency electing them. Other interests, however, may in some cases substantially affect the independence of a legislator, particularly when he or she enters Cabinet. Family businesses pose problems, but so do a wide range of assets, liabilities and financial interests. Conflict of interest legislation generally deals with these latter kinds of interests.

To what extent, then, should a Parliamentarian be able to retain personal economic and other interests? The rules must not be so stringent as to discourage persons of ability and experience from entering public life, yet must be stringent enough to deter unethical practices and maintain the good reputation of Parliament and its Members. The rules also must make some distinctions between Private Members and Senators, who individually may have little influence over the decision-making process, and Cabinet Ministers and their staff.

#### A. Techniques of Control

A number of methods are available to control conflicts of interest. *Disclosure* requires that legislators reveal their assets first confidentially to a designated official and then publicly so that a personal interest becomes public knowledge and Parliamentarians are inhibited from acting for their personal benefit. Public disclosure also informs their constituents and colleagues of the situation so that they can consider the implications. *Avoidance* requires legislators to *divest* themselves of interests or relationships that might impair their judgment, either by a sale at arm's length or by use of a trust administered by a trustee independently of the legislator; in this case, it must be ensured that the trust is beyond the Parliamentarian's control. *Withdrawal* (also called *recusal*) requires Parliamentarians to refrain from acting on matters in which they have personal financial interests. Typically, conflict of interest regimes incorporate a combination of the above controls.



## B. Types of Interests

The more common types of interests that can put a legislator into a conflict situation are outlined below.

Investments: Investments usually considered unlikely to give rise to a conflict of interest include government bonds, guaranteed investment certificates and open-ended mutual funds. Even here, conflicts may arise; for example, the Commissioner in Ontario has ruled that the Treasurer should not hold provincial bonds because he is responsible for setting the interest rates. Which investments that present conflicts are suitable for placing in a trust? Should the value of any retained interests be disclosed? Should shareholdings of Parliamentarians be restricted to a percentage of total issued shares in a company? Any arbitrary percentage set might be insignificant where there were only a few shareholders, but could result in effective control of a company if shares were widely held.

Debts: Liabilities, as well as assets, are potential sources of conflict, since the creditors of persons in public office may give the appearance of having influence over their debtors.

Corporate Positions: A legislator may find that Parliament is considering measures that would affect him or her as an officer, director or employee of a company or affect the interests of the company. As a director, he or she is required to act in the best interests of the company, yet as a legislator he or she is required to act in the best interests of the public.

Outside Employment: To what extent should Parliamentarians be able to carry on their law practices, businesses, or other types of employment? Cabinet Ministers are now prohibited from such activities. Should there be a restriction on the amount of money that can be earned from outside employment? Parliamentarians dealing with laws that may affect their business clients could be put in a position contrary to the best interests of the public. A legislator might attract more clients if the latter believed he or she would increase their influence with the federal government. Should Parliamentarians be able to profit in this way from their status?

Lobbying: It is a normal function of legislators to deal with government officials on behalf of constituents. What about legislators who use their position to further personal interests or who are paid to act on behalf of others? Should they be able to make representations or appear before



government boards or commissions or federal courts in their personal capacity or would the appearance of influence be too strong? What is the position of legislators who receive indirect benefits as lawyers, employees, or financial advisors of persons or companies for whom they act? Is it sufficient for legislators to reveal their interests to government officials with whom they correspond or must they avoid any contact with such persons and bodies except in the course of their duties as representatives of their constituents?

Government Contracts and Activities: Should legislators be able to participate with other Canadians in government programs or would the appearance of influence be too strong and the possibility of conflict too high? To what extent should Parliamentarians be allowed to own or invest in businesses that have government contracts?

Gifts and Honoraria: Should legislators be permitted to accept free vacation trips or other gifts from acquaintances, businesses or foreign governments? Should there be a restriction on the amount that can be accepted? Should disclosure be the only requirement? "Honoraria" can be disguised gifts.

Inside Information: Are controls necessary to deter legislators from using for personal advantage any information that comes to them in their official capacity?

Spouse and Dependent Children: To what extent should the above interests be controlled if they are held by those with close family ties to the Parliamentarian? The legislator is as likely to be influenced by family interests as by his or her own.

### C. Statutory and Parliamentary Rules

Most conflict of interest rules for federal legislators are found in three Acts of Parliament (the *Criminal Code*, the *Parliament of Canada Act* and the *Canada Elections Act*) and in the Standing Orders of the House of Commons and Rules of the Senate. (The *Conflict of Interest and Post-Employment Code for Public Office Holders* will be discussed below.)

Bribery, the most extreme form of conflict of interest, is a criminal offence. The *Criminal Code* provides for 14 years' imprisonment for a Parliamentarian who accepts or attempts to obtain any form of valuable consideration for doing or omitting to do anything in his or her official capacity. In addition, Standing Order 23(1) of the House of Commons considers it a high

crime and misdemeanour that tends to subvert the Constitution if a Member is offered any "advantage" for promoting any matter before Parliament. The *Parliament of Canada Act* prohibits a Parliamentarian from receiving outside compensation for services rendered on any matter before the House, the Senate or their committees. The Act excludes persons with remunerated employment in the federal government and certain officials at the provincial level from being eligible as Members of the House of Commons, though there are exceptions. The *Parliament of Canada Act* makes a Member of a provincial legislative assembly ineligible to be a Member of the House of Commons. The *Canada Elections Act* disqualifies the above office holders from candidacy for the House of Commons as well as Members of the Council of the Northwest Territories and Yukon Territory and certain office holders who are not entitled to vote. The legislation is inconsistent in that it disqualifies some office holders from candidacy for election but does not disqualify Members from accepting these offices after their election.

The *Parliament of Canada Act* also provides that a person is not eligible to be a Member of the House of Commons if he or she holds a government contract or agreement, either directly or indirectly, in which public money is to be paid. A similar prohibition applies to Senators. It is possible that an individual who receives no public funds but receives a benefit in another form from the contract might not be caught by this section, but this is by no means clear. In addition, if a Parliamentarian is a shareholder of an incorporated company that has a contract with the government, the prohibition is not applicable unless the contract involves the building of a public work. This would seem to permit the incorporation of business interests, thereby avoiding the prohibition and representing a significant loophole. Moreover, government contracts for public works today form only a small portion of the total number of federal contracts. Also excepted, for a 12-month period, are contracts that devolve upon a Parliamentarian by descent, limitation or by marriage or for which the Parliamentarian is an executor.

Another section of the *Parliament of Canada Act*, however, requires a provision in every government contract that no Member of the House of Commons be admitted to any share or part of such contract, or to any benefit arising therefrom. This would suggest that a Member cannot be party to a federal government contract if he or she receives any kind of benefit whatsoever, whether or not public money is spent or the contract is with a corporation.



There is currently no requirement for Parliamentarians to disclose financial interests generally; however, Standing Order 21 of the House of Commons provides that Members are not entitled to vote on questions in which they have direct pecuniary interests and if they do so, their votes will be disallowed. A similar provision is found in the Senate Rules. Moreover, Senators who have a pecuniary interest in a matter referred to a select committee cannot sit on that committee. No rules diminish Parliamentarians' right to participate in debate.

House of Commons Standing Order 22 requires Members to register all visits that they make outside Canada, arising from or relating to their membership in the House of Commons, where the cost of any such travel is not paid for by the Member, a recognized association or political party or the government. The name of the person or group who pays for such travel must be disclosed, with the information maintained in a public registry by the Clerk of the House.

#### D. Conflict of Interest and Post-Employment Code for Public Office Holders, 1994

This Code, which, on the order of the Prime Minister, applies to Cabinet Ministers, parliamentary secretaries and other senior public office holders, was introduced by the federal government in September 1985; slightly modified, it has been continued by the current government. It requires that, on appointment to the included offices, the office holders are to arrange their private affairs so as to prevent real, potential or apparent conflicts from arising. They are not to solicit or accept money or gifts; not to assist individuals in their dealings with government in such a way as to compromise their own professional status; not to take advantage of information obtained because of their positions as insiders; and, after they leave public office, not to act so as to take improper advantage of having held that office. Beginning in 1994, information relating to the spouses and dependent children of Ministers, Secretaries of State and Parliamentary Secretaries became relevant.

The Code suggests that public office holders, in order to reduce the risk of conflict of interest, should, depending on the asset or interest in question, use avoidance, confidential report, public declaration or divestment. The latter can include trusts or management agreements. In relation to outside activities, the public office holder is not to engage in the practice of a profession, actively manage or operate a business or commercial venture, retain or accept

directorships or offices in a financial or commercial corporation, hold office in a union or profession association, or serve as a paid consultant. The Code also deals with public office holders after they leave office, proscribing Ministers for two years and others for one year from certain activities in order to ensure impartiality while in office and to avoid preferential treatment upon leaving office.

#### E. Report of the Task Force on Conflict of Interest, 1984

The Task Force on Conflict of Interest, chaired by the Hon. Michael Starr and the Hon. Mitchell Sharp, was appointed by the federal government and charged with devising a regime dealing with conflict of interest whereby public confidence would be ensured and the integrity of the political process protected; at the same time the Task Force had to recognize the need to attract candidates of high calibre to public office. The Task Force's Report identified nine activities as involving conflicts of interest and recommended that these forms of conduct be dealt with, depending on the severity of the conflict, by the use of a code of conduct; by legal or quasi-legal procedures; or by the implementation of additional codes of procedure, general or specific to the agency in question. The Task Force recommendations would have applied only to Cabinet Ministers and Parliamentary Secretaries, not to Private Members or Senators.

The procedures to minimize conflicts of interest would have been in the form of regulations made by the Governor in Council. A major recommendation was the creation of the Office of Public Sector Ethics, which would have had an advisory, administrative, investigative and educational role. While the Task Force also made recommendations governing the post-employment period, it acknowledged the difficulty of enforcing such rules after a Parliamentarian's departure from office.

#### F. Recommendations of the Parker Commission

In his 1987 Report regarding the allegations of conflict of interest involving Sinclair Stevens, Mr. Justice William Parker suggested discontinuation of the concept of a blind trust to satisfy conflict of interest guidelines. He declared that in some instances the "blindness" of such



trusts was a fiction and that the concept could be subject to abuse. He recommended that conflict of interest guidelines require public disclosure. Assets, interests, and activities should be clearly set out, as should the assets of spouses. He also suggested that, in the interest of protecting privacy, certain personal assets would not have to be disclosed. These could include a residence, automobiles, cash and savings.

The disclosure statement would have been placed in a public registry and made available to the general public. Judge Parker also favoured divestment by a Minister of his or her private assets where these could lead to obvious conflict of interest, and recusal in situations where, despite preventive measures, a conflict arose.

## PARLIAMENTARY ACTION

Various attempts have been made over the past 20 years to deal with conflict of interest issues. In 1973 the federal government issued a Green Paper entitled "Members of Parliament and Conflict of Interest," which proposed to consolidate and extend the existing rules. The Green Paper was studied by committees in both the House of Commons and the Senate, each of which made numerous recommendations. In 1978, the government tabled the Independence of Parliament Act, which would have extended the provisions in the Green Paper and incorporated some of the recommendations of the two committee reports. The bill received second reading but died on the Order Paper when Parliament was dissolved in 1979.

### A. Register of Members' Interests

On 25 November 1985, the House of Commons Standing Committee on Management and Members' Services was asked to consider matters related to the establishment of a Register of Members' Interests. The Committee was to look at whether Members should disclose their remunerated directorships of public and private companies and other remunerated positions, offices, trades and professions. This matter was also referred to the Senate Standing Committee on Standing Rules and Orders.

The House Committee concluded, after consultation with Members of all parties, that a Register of Members' Interests was not warranted and that the current law relating to conflict of interest for Members was adequate. Furthermore, the Committee concluded that such a Register would accomplish little more than intrude into Members' privacy. In contrast, the Senate Committee recommended a complete review of conflict of interest as it applies to Parliamentarians.

#### B. Members of the Senate and House of Commons Conflict of Interests Act

Four bills to regulate conflict of interest for federal legislators were introduced in the 33rd and 34th Parliament; all of them died on the Order Paper. (See the chronology at the end of this paper for the legislative history of the bills.) The proposed legislation, which was similar to that being pioneered in a number of provinces, would have provided for an annual declaration of the private interests of Senators, Members of the House of Commons, their spouses and dependent children to an independent three-member Conflict of Interests Commission. The Commission would have had extensive discretionary power to advise Parliamentarians on their financial holdings, require public declarations of assets, provide opinions on appropriate conduct and hold inquiries in response to allegations that the rules had been breached. Proposed penalties for non-compliance ranged from fines to loss of the Member's or Senator's seat, but their imposition remained in the hands of the Member's chamber.

The Commission would have consisted of a Chief Commissioner chosen after consultation between the Prime Minister and other party leaders, a member chosen by the government from a list submitted by the opposition, and a member chosen by the government. It would have been able to investigate alleged conflicts on its own initiative or in response to a request from the Prime Minister or a majority in the Senate or House of Commons.

The bills would have curbed the fees that might be accepted by Ministers and parliamentary secretaries. For a period of time after leaving the House or the Senate, former Ministers or parliamentary secretaries would not have been able to accept government contracts and would have been precluded from certain lobbying activities for one year.

The bill was criticized in that it did not require political aides to disclose their assets and that Parliamentarians would not have had to declare benefits received from political parties.



Also controversial was the requirement for spouses to disclose their interests to the Commission. It should also be noted that the full disclosure recommended by the Parker Commission was not included in the bills; instead, an official called the Registrar of Interests would have prepared a summary of the confidential information disclosed to the Commission, subject to regulations made by it and approved by the Governor in Council.

### C. The Special Joint Committee on Conflict of Interests

On 22 November 1991, the government introduced the third of the bills, Bill C-43. Without proceeding to second reading, the subject matter of the bill was immediately referred to a Special Joint Committee of the Senate and the House of Commons for a comprehensive review, including a consideration of conflict of interest approaches used in other jurisdictions.

The Special Joint Committee on Conflict of Interests tabled its Report on 10 June 1992. The Committee's views differed in a number of respects from the policy choices reflected in Bill C-43. Instead of a three-member Commission, the Report recommended the appointment of a "Jurisconsult," to serve as advisor and investigator. As in Bill C-43, public disclosure of financial interests would have been required, although monetary values would not. Spousal disclosure would have been potentially greater under the Committee's proposed regime than under Bill C-43.

The Committee also recommended techniques of compliance additional to those required in Bill C-43, such as declaration of an interest and withdrawal from discussion or voting. Finding the existing conflict of interest provisions in the *Parliament of Canada Act* "inconsistent and hopelessly out of date," the Committee proposed that they be overhauled and that the draft bill be included in that Act, rather than becoming a separate statute. Another recommendation was to amend the *Criminal Code* to clarify that Parliamentarians are not "officials," but are covered by its breach of trust provisions.

On 11 March 1993, the government tabled the fourth bill, C-116. In a somewhat surprising development, the bill would have enacted as a separate statute many of the provisions of the former Bill C-43, though restricting them to Ministers, Parliamentary Secretaries, and certain other public office holders. On the other hand, most of the Special Committee's recommendations would have been adopted as amendments to the *Parliament of Canada Act*, but would have been

generally restricted to Senators and Private Members of the House of Commons. The result would have been a separate agency for each group.

Thus, the bill would have created both a three-person Conflict of Interests Commission, to deal with Ministers and Parliamentary Secretaries, and the Office of Jurisconsult, to deal with Private Members and Senators. Each body would have given advice to its respective constituency and operated under its own rules. In a number of instances, this could have resulted in different treatment, with Private Members and Senators potentially subject to a stricter regime in certain matters. For example, the public disclosure of financial interests could have differed for the two groups; disclosure of public office holders (Ministers, Parliamentary Secretaries and others) would have consisted of a summary of those interests and have been subject to regulations of the Commission, while Members and Senators would have been required to list their specific interests (although not their value). The treatment of spouses would also have been different; public disclosure of the spouses of public office holders would have been quite discretionary, while that of spouses of other Members of Parliament would have been mandatory and identical to that of the Member. Public disclosure of declarable gifts would have been at the discretion of the Commission for public office holders yet mandatory for other Members and Senators.

These inconsistencies of treatment resulted from grafting together two systems. On the one hand, the bill represented a clear success for the Special Committee, since its recommendations were accepted in large part by the government with respect to Private Members and Senators. By not extending the ambit of those recommendations to Ministers and Parliamentary Secretaries, however, and by establishing a separate regime for such officials, the bill implicitly rejected many of the Committee's recommendations. Further, one of the guiding principles of the Committee's Report was that "any system to be proposed must be clear, simple, and not give birth to a whole new bureaucracy." The birth of two new bureaucracies dealing with Parliamentarians had undoubtedly not been foreseen.

On 30 March 1993, the House of Commons gave second reading to the bill and referred it to a Special Joint Committee, whose Co-Chairs were the same as for the committee that had produced the report on conflict of interest in June of 1992, and whose membership was also similar. As witnesses, the Committee heard the Clerk of the House of Commons, the Senate



Assistant Law Clerk and Parliamentary Counsel, an official from the Privy Council Office, and the Minister of State and Government House Leader, the Hon. Mr. Harvie Andre.

It quickly became apparent that the Special Joint Committee was having difficulty with the bill. On 6 May 1993, Mr. Andre, responding to a question in the House of Commons suggesting that the Chair of the Committee had circulated a letter stating that the bill was "dead," confirmed that the efforts of the Committee and the government to find common ground had proved unsuccessful. He announced that he had asked officials to draft a bill that would govern only public office holders and not Private Members of the House and Senators.

On 3 June 1993, the House of Commons Chair reported to the House with the recommendation that Bill C-116 not be proceeded with. On 8 June the Senate concurred with a similar report made by the Senate Co-Chair. Both Bill C-43 and Bill C-116 died on the Order Paper when Parliament was dissolved on 8 September 1993.

The election of October 1993 brought a change of government. The new Liberal government stressed ethics as an important aspect of its mandate and appointed the Hon. Mitchell Sharp as ethics adviser. Mr. Sharp vetted prospective Cabinet members for conflicts of interest in personal interviews prior to their appointment, a process that apparently led to the screening out of two individuals.

The Throne Speech in January 1994 stressed that integrity and public trust were essential to the government and that an ethics counsellor would be appointed (as had been promised during the election campaign). The counsellor would advise Ministers and public servants on their ethical responsibilities and would examine the need for legislation.

On 16 June 1994, the government announced that the new Ethics Counsellor would be Howard Wilson, then Assistant Deputy Registrar of Canada and as such responsible for the administration of the previous Code. His mandate was expanded to cover lobbying. At the same time, a revised *Conflict of Interest Code* was released. It differed little from the previous Code, although spouses and dependants were now covered explicitly, rather than by additional directives as had been the case. In relation to conflict of interest, the Ethics Counsellor continues to be under the general direction of the Clerk of the Privy Council, has no independent investigatory powers and continues to report to the Prime Minister.

In June 1995, the House passed a motion to establish a Special Joint Committee of the House and Senate to develop a Code of Conduct. The following month, the Senate passed a similar motion. **The Committee was reconstituted when the Second Session of the 35th Parliament began in the spring of 1996. Its reporting deadline is currently 29 November 1996.**

## CHRONOLOGY

- 17 July 1973 - The Green Paper entitled "Members of Parliament and Conflict of Interest" was tabled in the House of Commons.
- 18 July 1973 - Prime Minister Trudeau revealed additional guidelines for Cabinet Ministers in a statement in the House of Commons. Ministers would be required to resign certain corporate positions, sever business associations, and dispose of certain financial interests while placing others in a trust.
- 18 December 1973 - Conflict of interest guidelines for public servants were outlined in the Commons by the Prime Minister.
- January 1974 - The Election Expenses Act was given third reading. It limited the amount that could be spent during an election campaign, required the reporting of expenses and contributions and the public disclosure of donors who contributed over \$100 and provided for the partial reimbursement of expenses to candidates.
- 10 June 1975 - The House of Commons Standing Committee on Privileges and Elections tabled its report on the Green Paper, generally endorsing the provisions but recommending some changes.
- 29 June 1976 - The Senate Legal and Constitutional Affairs Committee tabled its report recommending amendments to the Green Paper proposals.
- 26 June 1978 - Bill C-62, the Independence of Parliament Act, was introduced in the House of Commons along with Proposed Standing Orders of the House and Rules of the Senate. The bill died on the Order Paper.
- 16 October 1978 - The Independence of Parliament Act was reintroduced with minor amendments, as Bill C-6. The Proposed Standing Orders of the House and Rules of the Senate were tabled in the Commons, 30 October 1978. The bill was referred to Committee on 8 March 1979 but died on the Order Paper when Parliament was dissolved 26 March 1979.



- 1 August 1979 - New conflict of interest guidelines applicable to cabinet ministers, their spouses and dependent children were issued by Prime Minister Joe Clark. Personal assets and those of a non-commercial nature (e.g. residences, savings bonds, works of art) were exempt; assets considered to be non-conflicting (e.g. family businesses, farms, corporate securities not publicly traded) were to be publicly disclosed. Other assets had to be sold or placed in a blind trust and certain professional, corporate and commercial activities were prohibited altogether.
- 1 May 1980 - Conflict of interest guidelines for Cabinet Ministers were tabled by the Liberal government (Sessional Paper No. 321-7/3). The guidelines were similar to those of August 1979 but did not specifically apply to spouses and dependent children; however, Ministers were not to transfer their assets to their spouses or dependent children to avoid the guidelines.
- 7 July 1983 - Appointment of a Task Force on Conflict of Interest by the federal government for a major review of the policies and procedures on conflict of interest, their evolution, and whether new approaches to this problem should be devised.
- May 1984 - Release of the Report of the Task Force on Conflict of Interest entitled *Ethical Conduct in the Public Sector* (the Starr-Sharp Report).
- 9 September 1985 - Establishment by the government of the *Conflict of Interest and Post-Employment Code for Public Office Holders*.
- 26 March 1986 - Report to the House of Commons of the Management and Members' Services Committee on the Register of Members' Interests.
- 7 May 1986 - Report of the Senate Standing Committee on Standing Rules and Orders on the Register of Senators' Interests.
- 3 December 1987 - Release of the report of the Parker Commission on Conflict of Interest.
- 24 February 1988 - First reading of Bill C-114, the Members of the Senate and House of Commons Conflict of Interest Act.
- 21-22 September 1988 - The Legislative Committee on Bill C-114 held three meetings but was unable to complete deliberation on the bill prior to dissolution of Parliament on 1 October 1988.
- 9 November 1989 - First reading of Bill C-46, the Members of the Senate and House of Commons Conflict of Interest Act. (This bill was essentially the same as Bill C-114, with a few minor changes.) The bill died on the Order Paper when Parliament was prorogued on 12 May 1991.

- 22 November 1991 - First reading of Bill C-43, the Members of the Senate and House of Commons Conflict of Interests Act. (This bill was virtually the same as Bill C-114 and Bill C-46.) On the same date, the subject matter of the bill was referred to a Special Joint Committee of the Senate and the House of Commons.
- 10 June 1992 - Report of the Special Joint Committee on Conflict of Interests.
- 11 March 1993 - First reading of Bill C-116, the Conflict of Interests of Public Office Holders Act, which included amendments to the *Parliament of Canada Act*.
- 30 March 1993 - Second reading of Bill C-116 in the House and its referral to a Special Joint Committee similar to the committee that had reported in June 1992.
- 3 June 1993 - Report of the Special Joint Committee to the House of Commons recommended that Bill C-116 not be proceeded with. A similar report was made to the Senate on the same day. Both Bill C-43 and Bill C-116 died on the Order Paper when the 34th Parliament was dissolved on 8 September 1993.
- 18 January 1994 - The Throne Speech announced that an ethics counsellor would be appointed to advise Ministers and public servants and to examine the need for legislation.
- 16 June 1994 - Howard Wilson was appointed Ethics Counsellor, in charge of lobbying and conflict of interest. A new Code, little changed from its predecessor, was also released.
- June-July 1995 - The House and Senate passed motions to establish a Special Joint Committee to develop a Code of Conduct; its revised deadline is 29 November 1996.

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